

Message Text

CONFIDENTIAL

PAGE 01 OECD P 17267 01 OF 03 031341Z

51

ACTION OES-04

INFO OCT-01 ISO-00 IO-10 AF-06 ARA-06 EA-06 EUR-12 NEA-10

INRE-00 SSO-00 NSCE-00 USIE-00 ERDA-05 AID-05 CEA-01

CIAE-00 CIEP-01 COME-00 DODE-00 EB-07 FEAE-00 FPC-01

H-02 INR-07 INT-05 L-03 NSAE-00 NSC-05 OMB-01 PM-03

SAM-01 SP-02 SS-15 STR-04 TRSE-00 FRB-03 OIC-02

ERDE-00 NRC-05 PA-01 PRS-01 /135 W

----- 042929

O R 031322Z JUL 75

FM USMISSION OECD PARIS

TO SECSTATE WASH DC IMMEDIATE 7819

INFO AMEMBASSY ABU DHABI

AMEMBASSY ALGIERS

AMEMBASSY ANKARA

AMEMBASSY BERN

AMEMBASSY BONN

AMEMBASSY BRUSSELS

AMEMBASSY CARACAS

AMEMBASSY COPENHAGEN

AMEMBASSY DOHA

AMEMBASSY DUBLIN

AMEMBASSY THE HAGUE

AMEMBASSY JAKARTA

AMEMBASSY JIDDA

AMEMBASSY KUWAIT

AMEMBASSY LAGOS

AMEMBASSY LIBREVILLE

AMEMBASSY LONDON

AMEMBASSY LUXEMBOURG

AMEMBASSY MADRID

AMEMBASSY OSLO

AMEMBASSY OTTAWA

AMEMBASSY QUITO

AMEMBASSY ROME

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 OECD P 17267 01 OF 03 031341Z

AMEMBASSY STOCKHOLM

AMEMBASSY TEHRAN
AMEMBASSY TOKYO
AMEMBASSY TRIPOLI
AMEMBASSY VIENNA
AMEMBASSY WELLINGTON
AMEMBASSY BRASILIA
AMEMBASSY KINSHASA
AMEMBASSY NEW DELHI
AMEMBASSY PARIS
USMISSION NATO
USMISSION EC BRUSSELS

C O N F I D E N T I A L SECTION 01 OF 03 OECD PARIS 17267

KUWAIT PASS BAGHDAD

E.O. 11652: GDS
TAGS: ENRG, OECD
SUBJECT: IEA GOVERNING BOARD JUNE 30-JULY 2

REF: A) BRUSSELS 5238 B) OECD PARIS 17131

SUMMARY: THE IEA GOVERNING BOARD MET IN PARIS JUNE 30-JULY 2 AND ADDRESSED A FULL AGENDA OF DIFFICULT ISSUES, INCLUDING THE DEVELOPMENT OF A PROGRAM OF LONG-TERM COOPERATION, PRODUCER/CONSUMER RELATIONS, THE OIL MARKET INFORMATION SYSTEM, AND THE DATE BY WHICH PARTICIPATING COUNTRIES WILL MAINTAIN PETROLEUM STOCKS EQUIVALENT TO 90 DAYS OF IMPORTS. THE BOARD REACHED AD REFERENDUM AGREEMENT ON THE STOCK ISSUE, TO BE DECIDED DEFINITELY AT THE NEXT GOVERNING BOARD MEETING, JULY 28. ON LONG-TERM COOPERATION, THE BOARD REAFFIRMED EARLIER DECISIONS, AGREED ON VARIOUS WORKING HYPOTHESES ON KEY ELEMENTS OF LONG-TERM PROGRAM (INCLUDING SAFEGUARD PRICE), AND CHARGED THE STANDING GROUP ON LONG-TERM COOPERATION (SLT) TO COMPLETE AN AMBITIOUS WORK PROGRAM UNDER A DETAILED TIMETABLE LEADING TO A BOARD DECISION ON ALL ELEMENTS OF THE LONG-TERM PROGRAM BY DECEMBER 1, 1975. THE BOARD ALSO DIRECTED THE CHAIRMAN OF THE STANDING GROUP ON OIL
CONFIDENTIAL

CONFIDENTIAL

PAGE 03 OECD P 17267 01 OF 03 031341Z

MARKETS (SOM) TO CONSULT INTENSIVELY WITH INTERESTED DELEGATIONS TO SEEK AN ACCEPTABLE COMPROMISE RESOLUTION OF THE QUESTION OF HOW TO IDENTIFY AND TREAT DISAGGREGATED DATA ON OIL COMPANY OPERATIONS THAT MAY BE ESSENTIAL TO THE GENERAL INFORMATION SYSTEM. END SUMMARY

1. IN A MEETING WHICH CONSUMED TWO FULL WORK DAYS AND FINALLY ENDED AT 3 A.M. JULY 2, THE GOVERNING BOARD

ADDRESSED THE TOUGHEST SET OF ISSUES SINCE THE IEA WAS
FORMED IN NOVEMBER 1974.

2. LONG-TERM PROGRAM: ON LONG-TERM COOPERATION, THE
BOARD REAFFIRMED THE DECISIONS OF MARCH 20 AND THE MAY
MINISTERIAL AND FORMED VARIOUS WORKING HYPOTHESES IN KEY
AREAS WHICH IT CHARGED THE SLT TO DEVELOP FURTHER.

CONFIDENTIAL

NNN

CONFIDENTIAL

PAGE 01 OECD P 17267 02 OF 03 031343Z

51

ACTION OES-04

INFO OCT-01 ISO-00 IO-10 AF-06 ARA-06 EA-06 EUR-12 NEA-10

INRE-00 SSO-00 NSCE-00 USIE-00 ERDA-05 AID-05 CEA-01

CIAE-00 CIEP-01 COME-00 DODE-00 EB-07 FEAE-00 FPC-01

H-02 INR-07 INT-05 L-03 NSAE-00 NSC-05 OMB-01 PM-03

SAM-01 SP-02 SS-15 STR-04 TRSE-00 FRB-03 OIC-02

ERDE-00 NRC-05 PA-01 PRS-01 /135 W

----- 042930

O R 031322Z JUL 75

FM USMISSION OECD PARIS

TO SECSTATE WASH DC IMMEDIATE 7820

INFO AMEMBASSY ABU DHABI

AMEMBASSY ALGIERS

AMEMBASSY ANKARA

AMEMBASSY BERN

AMEMBASSY BONN

AMEMBASSY BRUSSELS

AMEMBASSY CARACAS

AMEMBASSY COPENHAGEN

AMEMBASSY DOHA

AMEMBASSY DUBLIN

AMEMBASSY THE HAGUE

AMEMBASSY JAKARTA

AMEMBASSY JIDDA

AMEMBASSY KUWAIT

AMEMBASSY LAGOS
AMEMBASSY LIBREVILLE
AMEMBASSY LONDON
AMEMBASSY LUXEMBOURG
AMEMBASSY MADRID
AMEMBASSY OSLO
AMEMBASSY OTTAWA
AMEMBASSY QUITO
AMEMBASSY ROME
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 OECD P 17267 02 OF 03 031343Z

AMEMBASSY STOCKHOLM
AMEMBASSY TEHRAN
AMEMBASSY TOKYO
AMEMBASSY TRIPOLI
AMEMBASSY VIENNA
AMEMBASSY WELLINGTON
AMEMBASSY BRASILIA
AMEMBASSY KINSHASA
AMEMBASSY NEW DELHI
AMEMBASSY PARIS
USMISSION NATO
USMISSION EC BRUSSELS

C O N F I D E N T I A L SECTION 02 OF 03 OECD PARIS 17267

IT WAS AGREED THAT NO FINAL DECISIONS COULD BE TAKEN ON ANY ONE ELEMENT OF THE LONG-TERM PACKAGE UNTIL ALL ELEMENTS (MINIMUM SAFEGUARD PRICE (MSP), PROJECT COOPERATION, R&D, ACCESS, ETC.) HAVE BEEN DEVELOPED IN COMPARABLE DETAIL. IN RECOGNITION OF THE SENSITIVITY OF SEVERAL COUNTRIES (JAPAN, ITALY, SWEDEN, ETC.) TO A LINK BETWEEN THE PRODUCER/CONSUMER DIALOGUE AND DEVELOPMENT OF THE AGENCY'S NEW WORK PROGRAM, IT WAS AGREED NOT TO FIX (EVEN TENTATIVELY) THE LEVEL OF THE MSP, PENDING FURTHER TECHNICAL STUDY AND MOVEMENT IN THE DIALOGUE WITH PRODUCERS. THE BOARD DID DISCUSS A POSSIBLE MSP RANGE, HOWEVER, FROM THE GERMANS \$4-5 FOB, TO THE BRITISH, NORWEGIAN AND DANISH \$6-8 FOB. IN RESPONSE TO REQUEST BY CHAIRMAN, U.S. CITED ILLUSTRATIVE FIGURE OF \$6-8 CIF. THE BOARD ASSIGNED AN AMBITIOUS WORK PROGRAM TO THE SLT, WITH A DEADLINE FOR GOVERNING BOARD DECISION ON OVERALL PROGRAM, INCLUDING SPECIFIC MSP LEVEL, BY DECEMBER 1. THIS IS SPELLED OUT FURTHER IN THE GOVERNING BOARD DECISION PAPER, WHICH BEING SENT SEPTTEL.

3. PRODUCER/CONSUMER RELATIONS: GOVERNING BOARD, MEETING IN RESTRICTED SESSION, FIRMED UP GENERAL APPROACH

TO RESUMPTION OF DIALOGUE TENTATIVELY AGREED IN JUNE 11
MEETING (BRUSSELS 5238). IT WAS AGREED THAT WRITTEN
CONFIDENTIAL

CONFIDENTIAL

PAGE 03 OECD P 17267 02 OF 03 031343Z

SUMMARY CONCLUSIONS OF THIS DISCUSSION (BEING DRAFTED BY
THE SECRETARIAT) WILL BE USED BY ALL MEMBER COUNTRIES AS
TALKING POINTS FOR INDIVIDUAL APPROACHES TO OPEC
COUNTRIES AND LDC'S. THE CONCLUSIONS OF THIS DIS-

CUSSION WILL BE DISTRIBUTED TO CAPITALS SHORTLY BY THE
BELGIAN FOREIGN OFFICE (SEE REF B FOR FURTHER INFORMATION
RE GB CHAIRMAN'S REMARKS AT PRESS CONFERENCE JULY 1 ON
THIS SUBJECT).

4. EMERGENCY QUESTIONS: THE BOARD ACCEPTED, ON AN AD
REFERENDUM BASIS A COMPROMISE DECISION TO BUILD STOCKS
TO EQUIVALENT OF 70 DAYS OF IMPORTS BY JANUARY 1, 1976
AND 90 DAYS OF IMPORTS BY 1980, AND AGREED THAT BY
JANUARY 1, 1976 OIL STOCKS DETERMINED TO BE "ABSOLUTELY
UNAVAILABLE" IN EVENT OF THE MOST SEVERE EMERGENCY SHOULD BE
CONSIDERED AS 5 PERCENT OF A COUNTRY'S TOTAL OIL STOCKS.
THE U.S. DELEGATION VIGOROUSLY OPPOSED THIS TECHNICALLY
UNJUSTIFIED REDEFINITION OF THE LEVEL OF UNAVAILABLE
STOCKS FROM THE PRESENT 10PERCENT. JAPAN EXPRESSED A
STRONG PREFERENCE FOR NOT CHANGING THE EMERGENCY RESERVE
REQUIREMENT ON JANUARY 1, 1976 TO THE EQUIVALENT OF 70
DAYS OF IMPORTS AS CALLED FOR IN THE GB DECISION. THE
ENTIRE DECISION WILL BE REVIEWED FOR FINAL APPROVAL AT
THE JULY 28 GB MEETING.

5. OIL MARKETS: THE MAIN OIL MARKETS QUESTION, THE
CONTINUING DEADLOCK OVER DISAGGREGATION OF COMPANY DATA,
WAS ALSO ADDRESSED BY THE GOVERNING BOARD. GERMANY,
ITALY AND OTHERS INDICATED THAT GETTING DISAGGREGATED
DATA WAS A MATTER OF FUNDAMENTAL POLITICAL IMPORTANCE TO
THEIR GOVERNMENTS. THE U.S. DELEGATION CITED THE LEGAL
OBSTACLES, RELATED BOTH TO ANTI-TRUST CONCERNS AND
PROPRIETARY INFORMATION, THAT ARE INVOLVED WITH
SUBMITTING DISAGGREGATED DATA. CHAIRMAN DAVIGNON ASKED
CHAIRMAN HOPPER OF THE SOM TO CONSULT WITH THE PARTIES

CONFIDENTIAL

NNN

CONFIDENTIAL

PAGE 01 OECD P 17267 03 OF 03 031341Z

51

ACTION OES-04

INFO OCT-01 ISO-00 IO-10 AF-06 ARA-06 EA-06 EUR-12 NEA-10

INRE-00 SSO-00 NSCE-00 USIE-00 ERDA-05 AID-05 CEA-01

CIAE-00 CIEP-01 COME-00 DODE-00 EB-07 FEAE-00 FPC-01

H-02 INR-07 INT-05 L-03 NSAE-00 NSC-05 OMB-01 PM-03

SAM-01 SP-02 SS-15 STR-04 TRSE-00 FRB-03 OIC-02

ERDE-00 NRC-05 PA-01 PRS-01 /135 W

----- 042982

O R 031322Z JUL 75

FM USMISSION OECD PARIS

TO SECSTATE WASH DC IMMEDIATE 7821

INFO AMEMBASSY ABU DHABI

AMEMBASSY ALGIERS

AMEMBASSY ANKARA

AMEMBASSY BERN

AMEMBASSY BONN

AMEMBASSY BRUSSELS

AMEMBASSY CARACAS

AMEMBASSY COPENHAGEN

AMEMBASSY DOHA

AMEMBASSY DUBLIN

AMEMBASSY THE HAGUE

AMEMBASSY JAKARTA

AMEMBASSY JIDDA

AMEMBASSY KUWAIT

AMEMBASSY LAGOS

AMEMBASSY LIBREVILLE

AMEMBASSY LONDON

AMEMBASSY LUXEMBOURG

AMEMBASSY MADRID

AMEMBASSY OSLO

AMEMBASSY OTTAWA

AMEMBASSY QUITO

AMEMBASSY ROME

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 OECD P 17267 03 OF 03 031341Z

AMEMBASSY STOCKHOLM

AMEMBASSY TEHRAN

AMEMBASSY TOKYO
AMEMBASSY TRIPOLI
AMEMBASSY VIENNA
AMEMBASSY WELLINGTON
AMEMBASSY BRASILIA
AMEMBASSY KINSHASA
AMEMBASSY NEW DELHI
AMEMBASSY PARIS
USMISSION NATO
USMISSION EC BRUSSELS

C O N F I D E N T I A L SECTION 03 OF 03 OECD PARIS 17267

TO SUCH A COMPROMISE TO SEE WHETHER DISAGGREGATED DATA
COULD BE PROVIDED THE SECRETARIAT UNDER CERTAIN
CIRCUMSTANCES WITH CERTAIN SAFEGUARDS REGARDING
CONFIDENTIALITY. HOPPER WILL REPORT ON THE PROSPECTS
FOR SUCH A SOLUTION WHEN THE BOARD MEETS JULY 28.
TURNER

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: COMMITTEE MEETINGS, MEETING REPORTS
Control Number: n/a
Copy: SINGLE
Draft Date: 03 JUL 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: greeneet
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975OECDP17267
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D750231-0004
From: OECD PARIS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750787/aaaadahx.tel
Line Count: 352
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION OES
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 7
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: 75 BRUSSELS 5238, 75 OECD PARIS 17131
Review Action: RELEASED, APPROVED
Review Authority: greeneet
Review Comment: n/a
Review Content Flags:
Review Date: 01 APR 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <01 APR 2003 by lzenbel0>; APPROVED <29 SEP 2003 by greeneet>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: IEA GOVERNING BOARD JUNE 30-JULY 2
TAGS: ENRG, OECD, IEA
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006